

FISCAL NOTE

SB 337 - HB 1817

March 4, 2005

SUMMARY OF BILL: Increases the \$100,000 threshold under which a construction contractor for the State of Tennessee is not required to obtain a 25% performance and payment bond. The amount of the bond will fluctuate based on the annual Consumer Price Index.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures – Not Significant

Assumptions:

- Contract prices may increase to cover any incremental cost of performance and payment bonds. The amount of any such increased is estimated to be not significant.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in cursive script, reading "James W. White".

James W. White, Executive Director